

Message Text

LIMITED OFFICIAL USE

PAGE 01 NEW DE 16724 160759Z

21

ACTION OPIC-06

INFO OCT-01 NEA-10 ISO-00 EB-07 TRSE-00 AID-05 L-03 COME-00

CIAE-00 INR-07 NSAE-00 /039 W
----- 050569

R 160410Z DEC 75

FM AMEMBASSY NEW DELHI
TO SECSTATE WASHDC 2833
INFO AMCONGEN CALCUTTA

LIMITED OFFICIAL USE NEW DELHI 16724

E.O. 11652: N/A

TAGS: EFIN, IN

SUBJECT: MCNALLY-BHARAT

REF: A) STATE 289893. B) NEW DELHI 16268. C) NEW DELHI 15468

1. RBI RECEIVED MCNALLY-BHARAT'S AUDITOR'S REPORT ON
NOVEMBER 26, 1975.

2. REQUIREMENT OF SUBMISSION OF AUDITOR'S REPORT AT TIME
REMITTANCE APPROVAL APPLICATION IS MADE APPLIES ACROSS THE
BOARD TO ALL FOREIGN INVESTORS. THE REQUIREMENT HAS BEEN IN
EFFECT SINCE MAY 6, 1974 AND DOES NOT ARISE OUT OF TAX
INVESTIGATION REFERRED TO IN REF C. IT APPLIES TO REMITTANCE
OF TECHNICAL FEES AND PROFITS AS WELL AS DIVIDENDS.
AUDITOR'S REPORT REQUIREMENT IS PRIMARILY DESIGNED TO INSURE
THAT FOREIGN INVESTORS HAVE ADEQUATE RESERVES TO MEET THEIR
FINANCIAL RESPONSIBILITIES AS SPECIFIED UNDER GOI LAW (I.E.,
TAX LIABILITIES, EMPLOYEES PROVIDENT FUND, ETC.).
SEVERAL YEARS AGO GOI DISCOVERED THAT A NUMBER OF
FOREIGN FIRMS HAD BEEN REMITTING MORE THAN THEY WERE LEGALLY
ENTITLED AND, AS RESULT, HAD INSUFFICIENT FUNDS ON HAND TO
PAY TAXES; HENCE, THE AUDITOR'S REPORT REQUIREMENT.
SAXBE

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CLAIMS, COMPENSATION, INCOME TAXES, AUDITS
Control Number: n/a
Copy: SINGLE
Draft Date: 16 DEC 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: KelleyW0
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975NEWDE16724
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750436-0658
From: NEW DELHI
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19751235/aaaabfej.tel
Line Count: 51
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION OPIC
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 1
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 75 STATE 289893, 75 NEW DELHI 16268, 75 NEW DELHI 15468
Review Action: RELEASED, APPROVED
Review Authority: KelleyW0
Review Comment: n/a
Review Content Flags:
Review Date: 06 AUG 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <06 AUG 2003 by CunninFX>; APPROVED <26 NOV 2003 by KelleyW0>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: MCNALLY-BHARAT
TAGS: EFIN, IN, MCNALLY-BHARAT
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006